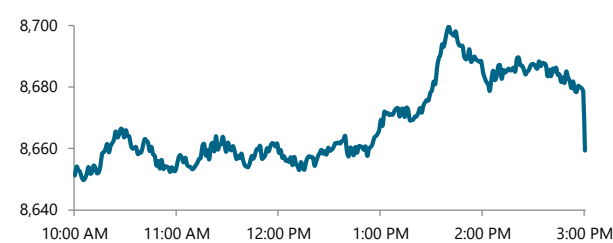


Daily Markets Overview

16 December 2020

TASI Intraday



Saudi Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Saudi (TASI)	8,659	0.0	0.2	3.2	29.5
Saudi (NOMUC)	20,268	1.6	-1.4	182.3	NA
Energy	5,464	0.2	-0.1	0.4	35.7
Materials	5,658	0.6	1.2	9.5	NA
Capital Goods	6,517	0.1	4.4	50.4	37.7
Com. & Prof. Svc	4,116	0.4	-0.1	-13.7	NA
Transportation	4,719	0.6	0.3	7.4	NA
Cons. Durables & Apparel	5,417	0.6	2.8	54.5	NA
Consumer Services	4,276	0.7	-0.2	8.0	21.0
Media	10,304	0.1	2.3	9.6	41.8
Retailing	8,545	1.3	2.3	11.0	NA
Food & Staples Retailing	10,474	0.4	-0.5	58.3	NA
Food & Beverages	5,497	0.6	0.3	26.3	31.3
Health Care Equipment	5,558	0.0	0.0	49.0	31.5
Pharma, Biotech & Life Science	5,475	-0.2	-3.4	52.3	NA
Banks	7,542	-0.6	-0.5	-7.0	18.3
Diversified Financials	4,741	0.0	1.5	43.6	NA
Insurance	5,861	0.2	0.0	29.9	36.1
Telecommunication	6,904	-0.2	-0.1	6.7	23.1
Utilities	4,503	-0.8	-2.9	2.4	NA
REITs	4,299	0.1	0.3	2.4	37.9
Real Estate	3,111	-0.2	0.8	-0.7	NA

Sources: Bloomberg, Reuters, Tadawul

Top 5 Gainers

Company	Last Close	% Change	Value (SAR mn)
Halwani Bros Co.	74.80	10.0%	48
Allied Cooperative Insurance Group	61.10	9.9%	131
Saudi Company for Hardware	55.50	6.9%	317
Saudi Arabia Refineries Co.	116.00	6.6%	1206
Methanol Chemicals Co.	13.08	6.2%	547

Source: Tadawul

Upcoming General Assembly Meetings

Company	Date
Taiba Investments Co.	16-Dec-20
Naseej International Trading Co.	20-Dec-20
Alkhaleej Training and Education Co.	21-Dec-20
Lazurde Company for Jewelry	22-Dec-20
Middle East Specialized Cables Co.	23-Dec-20

Source: Tadawul

NOTES:

(1) Prices as of last trade. Updated as of December 15 2020
(2) WTD: Week to Date and YTD: Year to Date

Saudi Market Update

- TASI closed flat at 8,659, while NOMUC gained 1.6% to 20,268 on Tuesday. TASI traded value totaled SAR 11.9bn and averaged SAR 12.8bn over the last 30 days. The five most active stocks (by value) in TASI accounted for 26.2% of the daily traded value.
- MSCI Emerging Markets closed flat on Tuesday, trading at P/E (TTM) of 24.6x vs. 29.5x for TASI.
- Banks declined 0.6% while Materials increased 0.6%. Telecom closed 0.2% lower. Retailing (up 1.3%), was the best performing sector. Among stocks, Halwani Bros Co. (6001/HB AB), Allied Cooperative Insurance Group (8150/ACIG AB), and Saudi Company for Hardware (4008/SHC AB), led the gainers.
- According to the General Authority for Statistics (GASTAT), KSA's inflation accelerated to 5.8% in November 2020. The authority attributed the growth in inflation to an increase in value-added tax (VAT) from 5% to 15% from July 1. The cost-of-living index for November rose to 104 points according to the base year 2018, compared to 98.3 points the year before. (Source: Argam)
- KSA's revenues for the 2021 state budget are estimated at SAR 849bn (USD 226bn), with forecast expenditures of SAR 990bn (USD 263bn) and a deficit of SAR 141bn (USD 37.6bn), or 4.9% of the country's GDP. For 2020, total revenues are projected at SAR 770bn (USD 205bn), while expenditures are expected to stand at SAR 1.068tn (USD 284bn), with an expected deficit of SAR 298bn (USD 79.5bn). (Source: Argam)
- According to the Saudi Ports Authority (Mawani), KSA's ports saw an increase of more than 13.7% Y/Y in the number of containers handled in November 2020 to 622,000 twenty-foot equivalent unit (TEU). The total cargo tonnage handled at Saudi ports in November 2020 reached more than 24 million tons, via 962 vessels. (Source: Argam)
- Saudi Company for Hardware (4008/SHC AB) announced that it opened a new store in Khamis Mushait City. The new store, which will replace the franchise store at the same city, spans 5,629 square meters (sq m). The new opening, which is forecast to increase traffic and profitability, will likely reflect positively on financials as of 4Q20. (Source: Argam)
- Almarai Co. (2280/ALMARAI AB) 's BoD recommended a cash dividend of SAR 1 per share for FY20, implying a full-year yield of 1.8%. (Source: Argam)

Top 5 Losers

Company	Last Close	% Change	Value (SAR mn)
Electrical Industries Co.	27.30	-3.4%	141
Al-Samaani Factory For Metal Industries Co.	232.00	-2.6%	88
Riyad Bank	20.10	-2.2%	27
Banque Saudi Fransi	31.70	-2.2%	11
Naseej International Trading Co.	44.20	-2.1%	188

Most Active Stocks by Value (SAR mn)

Company	Last Close	% Change	Value (SAR mn)
Saudi Arabia Refineries Co.	116.00	6.6%	1206
Methanol Chemicals Co.	13.08	6.2%	547
Saudi Vitrified Clay Pipes Co.	96.20	3.7%	493
Wafrah for Industry and Development Co.	187.40	0.2%	442
Saudi Basic Industries Corp.	99.20	1.3%	441

Source: Tadawul

Daily Markets Overview

16 December 2020

GCC Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
Dubai (DFM)	2,531	-1.0	-0.6	-8.5	11.8
Abu Dhabi (ADX)	5,133	-0.4	0.5	1.1	21.3
Kuwait (KSE)	5,418	0.9	2.1	-3.0	NA
Qatar (QE)	10,481	0.0	0.3	0.5	17.8
Oman (MSM)	3,608	0.3	0.0	-9.4	10.9
Bahrain (BSE)	1,493	-0.1	0.2	-7.3	14.5
DJMENA Index	582	0.0	0.2	-3.9	NA

Source: Bloomberg, Reuters

Global Stock Indices

Index	Last Close	1 Day %	WTD %	YTD %	PE (TTM)
US (S&P 500)	3,695	1.3	0.9	14.4	28.9
US (NASDAQ 100)	12,595	1.2	1.8	40.4	34.3
UK (FTSE 100)	6,513	-0.3	-0.5	-13.6	NA
Germany (DAX)	13,363	1.1	1.9	0.9	NA
France (CAC 40)	5,530	0.0	0.4	-7.5	NA
Russia (MICEX)	3,248	-0.2	-0.9	6.6	13.6
Japan (Nikkei)	26,688	-0.2	0.1	12.8	37.3
Hong Kong (HSI)	26,207	-0.7	-1.1	-7.0	14.9
South Korea (KOSPI)	2,757	-0.2	-0.5	25.4	31.5
China (SHCOMP)	3,367	-0.1	0.6	10.4	17.7
India (NIFTY)	13,568	0.1	0.4	11.5	33.8
Brazil (IBOV)	116,149	1.3	0.9	0.4	NA
Turkey (BIST 100)	1,395	0.5	1.8	21.9	12.3
Egypt (EGX30)	11,058	0.1	0.6	-20.8	11.4
MSCI Emerging Markets	1,250	0.0	-0.6	12.2	24.6
MSCI World	2,644	0.9	0.8	12.1	32.5

Source: Bloomberg, Reuters

Commodities Prices

Index	Last Close	1 Day %	WTD %	YTD %	1 Year %
Brent Crude (\$/bbl)	50.8	0.9	1.6	-23.1	-22.3
Natural Gas (\$/mmbtu)	2.7	0.0	3.5	16.1	-0.6
Gold (\$/oz)	1,854	1.4	0.7	22.2	25.6
Silver (\$/oz)	24.5	2.8	2.3	37.2	43.8
Platinum (\$/oz)	1,041	3.0	2.8	7.7	12.0
Copper (\$/t)	7,761	0.4	0.1	26.2	25.3
Zinc (\$/t)	2,785	-0.8	0.9	22.2	21.0
Lead (\$/mt)	2,034	-0.5	-1.2	5.7	8.6
Wheat (\$/bu)	600	0.5	-2.4	3.8	4.8
Corn (\$/bu)	425	0.2	0.3	5.5	3.7
Sugar (\$/lb)	14.2	0.6	-1.5	2.4	0.2

Source: Bloomberg

Interest Rate Watch (3M Interbank Offer Rate, %)

Country	Last Close	1 Day Change	YTD Change	Spread*
US	0.22	0.00	-1.69	0.00
Saudi Arabia	0.82	0.00	-1.41	0.60
UAE	0.45	-0.03	-1.75	0.23
Kuwait	1.44	0.00	-1.31	1.22
Qatar	1.55	0.00	-0.70	1.33
Bahrain	2.25	0.00	-0.42	2.03

Source: Reuters

NOTES:

(1) Prices updated as of December 15, 2020(2) WTD: Week to Date; YTD: Year to Date; NA: Not Applicable, *Spread = US 3M Rate – Country 3M Rate

GCC & Global Markets Update

- US markets ended in the green on Tuesday. S&P 500 and NASDAQ gained 1.3% and 1.2%, respectively. Dow Jones Industrial closed 1.1% higher. In Europe, UK declined 0.3%. Germany closed 1.1% higher, while France ended flat.
- Asian markets are trading in the green on Wednesday. China, Japan and South Korea are trading 0.2%, 0.1% and 0.5% higher, respectively. Hong Kong and India are trading 0.8% and 0.5% higher, respectively, in the morning session.
- GCC markets ended mixed on Tuesday. Dubai and Abu Dhabi declined 1.0% and 0.4%, respectively. Kuwait increased 0.9% while Qatar closed flat. Oman gained 0.3%, while Bahrain ended 0.1% lower.
- US' Industrial Production for November stood at +0.4% M/M and -5.5% Y/Y (prior: +0.9% M/M, -5.0% Y/Y). (Source: Trading Economics)
- UAE's Federal Competitiveness and Statistics Authority (FCSA) revealed that the total value of the UAE's foreign tea trade reached AED 2.89bn (SAR 2.95bn) since the beginning of 2019 and until 1H20. It added, the UAE's tea exports and imports amounted to AED 1.35bn (SAR 1.38bn) and AED 1.17bn (SAR 1.20bn), respectively. Meanwhile, the country recorded around AED 367mn (SAR375mn) in tea re-exports. (Source: Zawya)
- Dubai Customs announced that trade with Bahrain grew 170% to reach AED 16.4bn (SAR 16.7bn) in FY19 compared to AED 6bn (SAR 6.13bn) in FY10. In 1H20, mutual trade between Dubai and Bahrain amounted to AED 5.4bn (SAR 5.5bn). Imports stood at AED 2.4bn (SAR 2.45bn), followed by re-exports at AED 2bn (SAR 2.04bn) and imports at AED 918mn (SAR 937mn). (Source: Zawya)
- The Abu Dhabi Agriculture and Food Safety Authority (ADAFSA) announced that it has launched five new agricultural investment projects worth AED 524mn (SAR 535mn), in cooperation with the Abu Dhabi Investment Office (ADIO). In partnership with the private sector, the ADAFSA will establish fish, vegetable, fruit, cattle, and poultry farms on a total land and sea area of around four million square metres, using innovative agriculture technology. (Source: Decypha)
- Abu Dhabi National Oil Company (ADNOC)'s, Group CEO indicated that the company, is doubling down on its In-Country Value (ICV) commitments. He added that in the next five years, the company will direct approximately an additional AED 160bn (SAR 163.4bn) into UAE's economy through the ICV programme. (Source: Zawya)

Coming Up

- US EIA Petroleum status report on weekly change in crude oil inventories for the week ended December 11 (prior: +15.2mn barrels) will be announced today. (Source: Trading Economics)
- UK's Markit/CIPS Manufacturing PMI for December 2020 (prior: 55.6) will be announced today. (Source: Trading Economics)
- US jobless claims for the week ended December 12 (prior: 853K) will be announced on tomorrow. (Source: Trading Economics)

Daily Markets Overview

16 December 2020

Contacts

Research & Advisory

Research&advisory@fransicapital.com.sa

Saudi Fransi Capital

Toll free 800 125 9999

Website www.sfc.sa

Saudi Fransi Capital (Closed Joint Stock Company Owned by Banque Saudi Fransi)

Authorized and regulated under Capital Market Authority license 11153-37. The company is operating under commercial registration 1010231217 with a paid up capital of SAR 500,000,000.

Head Office

8092 King Fahd Road | Riyadh 12313-3735 | Kingdom of Saudi Arabia

Mailing Address

P.O. Box 23454 Riyadh 11426 | Kingdom of Saudi Arabia

Disclaimer

The information in this report was prepared for the purpose of viewing public information only. This information was gathered in this report from various public sources believed to be reliable. Whilst all reasonable care has been taken to ensure that the facts, the forecasts, and expectations contained in this report are accurate. Saudi Fransi Capital makes no representations or warranties whatsoever as to the accuracy of the data and information provided and, in particular, Saudi Fransi Capital is not to be held responsible if the information in this report is not complete or free from any error.

This report is not to be construed as, an offer or solicitation of an offer to buy or sell any financial securities or adapt an investment or trading method. Saudi Fransi Capital accepts no liability whatsoever for any loss arising from any use of this report or its contents.

This report provides information of a general nature and is not intended to provide investment advice and does not take into account the reader's financial situation or any specific investment objectives which the reader may have. Before making any investment decision, the reader should seek an independent advice from his financial advisor because the investment in such kind of securities may not be suitable for all.

